Influence of Leadership, Organizational Culture and Commitment to the Effectiveness

by Ratih P Faeni, Dewi P Faeni, Hakam Ali Niazi R Ravindra Safitra Hidayat, Retno Fuji Oktaviani

Submission date: 12-Nov-2022 12:02AM (UTC-0800)

Submission ID: 1951782605

File name: o_the_Effectiveness_of_Independent_Bank_Employee_Performance.pdf (469.6K)

Word count: 1995

Character count: 11260

© Nabu Research Academy, 2019

Influence of Leadership, Organizational Culture and Commitment to the Effectiveness of Independent Bank Employee Performance

Ratih Puspitaningtyas Faeni, Dewi Puspaningtyas Faeni, Hakam Ali Niazi Ravindra Safitra Hidayat, Retno Fuji Oktaviani

E-mail:ratih.puspitaningtyas@budiluhur.ac.id; dewifaeni@budiluhur.ac.id; Hakam.aliniazi@Budiluhur.ac.id; ravindra.safitra@budiluhur.ac.id; retno.fujiok ta viani@budiluhur.ac.id

Faculty of Economics and Business, University of Budi Luhur

Abstract

The purpose of this research is to find out. As well as knowing what factors Might Be made or improved on employee performance at Bank Mandiri. The research method used is a survey method using a questionnaire that has been filled with validity and reliability, and uses analytical techniques with quantitative calculations. The analysis technique used to calculate impact (X1), organizational culture (X2), commitment (X3) with effectiveness of employee performance (Y), either individually or jointly. It is known from the results of testing the independent variables that are significant to the performance of the bank employees.

Keywords: Leadership, Organizational Culture, Commitment, Employee Effectiveness Performance

INTRODUCTION

Background

Performance is defined as an expression of the ability of knowledge based on the attitudes, skills and motivation to produce something. Performance is often defined as work or work performance, but the actual performance has a broader meaning, not only the work, but including how the work progresses. Performance is about what to do and how to do it. Performance is the result of work that has a strong relationship with the strategic objectives of the organization, satisfaction and contribute to the economic problems in the company's performance always gets serious attention because it is closely tied to the success of the company itself (Armstrong and Baron, 2007)

Likewise, the bank employee's performance is very important for the management, because it comes to the work of employees, which is one of the measures to achieve its goals. There are several reasons why the performance of the company's employees need to be studied further, because of the tendency of the decline in the performance of employees, it can be seen from: (1) mangkimya employees on duty, (2) is often late in coming, (3) the discharge of employees, (4) responsibility to work that has not been maximized. The decline

in the performance of employees do not stand alone, there are other factors that affect the performance of employees one of which is the style of leadership. The downward trend for employee performance can also be caused by maximal leader in its function as a leader, and this can affect the performance of an employee directly decrease. For that management must be able to coordinate and control over all departments or units in an integrated manner. Leaders also need to have careful control, discipline and firm in decision-making.

Literature Review

The functions of leadership are: raise the trust and loyalty of subordinates, to communicate ideas to others, in various ways to influence others, menciftkan changes actively in the appearance of the group, and mobilize others, so that others would do whatever they wanted (Wahjosumidjo, 2013),

Furthermore, other factors affecting the declining performance of employees is the culture of the organization. The lack of appreciation for the leadership of the work of employees, make the employees feel unappreciated although such work still needs to be refined. Feelings are not respected his work by the leadership to encourage employees to be absent from duty, came too late and was also negligent in his responsibilities.

The cultural forces related to the performance, which includes three ideas, among others; (1) pooling of interest, in a company with a strong culture of employees tends to be based following the drummers gendering the same, (2) a strong culture is often said to help the performance of the business because it creates a level that is remarkable about the employee, (3) a strong culture helps performance because it provides the structure and the control you need without having to rely on the formal bureaucracy is rigid and can suppress the growth of motivation and innovation (Kottler and Heskett, 2001) and (Moeljono, 2015),

Corporate Culture and Productivity: Case Studies in Asia and the Pacific, suggests that organizations develop a strong organizational culture and positive when they face the challenges or threats from the external environment. As for the external environment can be managed properly if the employees know clearly and appreciate ideology, uphold the company and its employees are highly integrated (Rahman, 1994) (Tika, 2015).

Framework

The following framework can be seen in the picture 1 as follows:

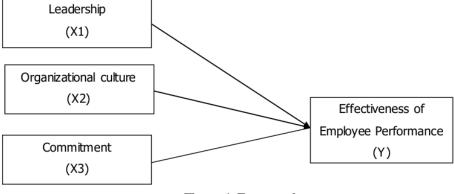


Figure 1. Framework

Research hypothesis

- 1. There influence of leadership on performance effectivity of employees organization.
- 2. There Influence of organizational culture on employee performance effectivity in organization.
- 3. There Influence between employee performance effectivity in organization.

RESEARCH METHODOLOGY

Research methods

This study aims to determine whether the leadership, organizational culture and commitment can improve employee performance. Based on these objectives, this study will assess three variables, namely two independent variables and one dependent variable. The independent variables are Leadership (X1), organizational culture (X2) and Commitment (X3), while the dependent variable is the effectiveness of employee performance (Y).

RESULTS AND DISCUSSION

Validity test

X1 significance test is done by comparing the value of r count r table for df = n-2. Where If R arithmetic> R table then the question VALID or feasible to use as the basis for research. Unknown R table is equal to 0.278, If R arithmetic \lt R table then the question must be removed because it is not feasible to be used or is not a valid question.

test Reliability

A questionnaire is said to be reliable or reliable if someone answers on the statement is consistent / stable from time to time. This study used a figure of 0.60 (quite reliable).

1. test Reliability

Reliability Statistics

variable	Cronbach's Alpha	
X1	.879	
X2	.767	
X3	.683	
Y	.911	

Determination test

2. Determination test

Model Summary b

Mod el	R	R Square	Adjusted R Square	Std. Error of the Estimate
1	.841	.739	.684	115.751853

a. Predictors: (Constant), Commitment, Organizational Culture, Leadership

b. Dependent Variable: Employee Performance

Summary table models produce the coefficient of determination or Adjusted R square = 0.684 which shows the goodness of fit test or the feasibility of the regression model. Table 1 amd 2 can be seen that the coefficient of determination of all the independent variables Leadership (X1), organizational culture (X2), commitment (X3), have the ability to explain the variation of the dependent variables (Employee performance) of 0.684 or 68.4% while the remaining 0.316 or 31.6% explained by other variables not examined in this study.

Feasibility Model

3. Feasibility Model

ANOVAb

M odel		F	Sig.
1	Regression	3,243	.001
	residual		
	Total		

a. Predictors: (Constant), Commitment,

Organizational Culture, Leadership

b. Dependent Variable: Employee Performance

From the table above, we can conclude: F arithmetic (3.243)> F table (2.798) and Value Sig. (0.001) <0.05, then H0 rejected H1 accepted and that means that the variable is a model fit for use or the goodness of fit.

Hypothesis testing

4. Hypothesis testing Coefficientsa

		Coefficients unstandardized		standardized Coefficients		S i
M odel		В	Std. Error	beta	t	g
1	(Constant)	492 201	168 496		2,	
l					92	0
l					1	0
						5
	Leadership	.113	.196	105	3,	
					57	0
					7	4
						6
	Organizational	.314	.189	.240	2,	
	culture				65	0
					9	0
						4
	Commitment	.384	.186	.404	2,	
					06	0
					2	4
						5

- a. Dependent Variable: Employee Performance
- 1. The regression coefficient leadership (X1) of $\beta 1 = 0.113$ probability (sig.) = 0.046. because the sign leadership (X1) is smaller than the test level is used in research or Sig. <A or 0.046 <0.05, then the effect of variable (X1) on employee performance (Y) is significant and T count (3.577)> T table (2.010) à Then H1 accepted or in partial leadership competencies significantly affect the performance of employees.
- 2. The regression coefficientorganizational culture (X2) is β 2 = 0.314 probability (sig.) = 0.004. because the sign organizational culture(X2) is less than the test level is used in research or Sig. <A or 0.004 <0.05 then the influence of variables (X2) on employee performance (Y) is significant and T count (2,659)> T table (2.010) à Then H1 accepted or in partial organizational culture significantly affect the performance of employees
- 3. The regression coefficient commitment (X3) of β3 = 0.384 probability (sig.) = 0.045, because the sign commitment(X3) is smaller than the test level is used in research or Sig. <A or 0.045 <0.05, then the effect of variable (X3) on employee performance (Y) is significant and T count (2.062)> T table (2.010) à Then H1 accepted or in partial commitment significantly affect employee performance.

CONCLUSION

Based on the results of the discussion can be concluded that:

- 1. Regression testing between leadership and employee performance proved there is an influence.
- Regression testing between organizational culture and employee performance proven terdapat influence.
- 3. Regression testing between employee commitment and proven performance influence.

REFERENCES

Achmad Sobirin 2009, Cultural Organizations: sense, meaning, dam application in organizational life, Second Edition, 2009, the College of Management Sciences YKPN

Bass, B. M & Avolio, 1993, Transformational Leadership and Organizational Culture, Public Administration Quarterly

Denison, DR, 1990, Corporate Culture and Organizational Effectiveness, New York

Falih Suhaedi 2003, Work Motivation, Organizational Structure, Organizational Culture, Leadership and Strategy Alliance Against Innovation and Organizational Performance, Journal of Economics and Business No. 2, Vol 7.

Fuad Mas'ud, 2004, Survey of Organizational Diagnosis, BP Diponegoro University, Semarang

Gibson, James Let al, (1988), Organization and Management: Behavior, Structure, Process, Fourth Edition, Translation, Erland, Jakarta

Hair, JF, Jr., RE Anderson, RL Tatham and WC Black, (1995), Multivariate Data Analysis with Readings, Englewood Cliffs, NJ: Prentice Hall.

Handoko, T. Hani, 1992, the Personnel Management and Human Resources. Second Edition, BPFE UGM, Yogyakarta.

Hofstede, G, 1998, Attitudes, Values and Organization Culture: Disentanding The Concepts, Organization Studies Institute for Research on Intercultural Cooperation, M assricth and Tilburg, The Netherlands. P 477-492.

Ida Ayu Brahmasari and Agus Suprayitno 2005, Influence of Work Motivation, Leadership and Employee Satisfaction Organizational Culture and Its Impact On Firm Performance (Case Study at PT. Pei Hai International wiratama Indonesia), the Graduate University August 17, Surabaya.

Imam Ghozali, M.Com., MPM., Akt, 2010, Structural Equation Modeling, Looking causality relationship between variables Inductive approach with Tetrad Program IV, Issue May 2010, the Agency Publisher Diponegoro University Kusdi 2010, Cultural Organizations: Theory, Research and practice, Publisher Salemba Four

Imam Ghozali 2006, Applications Multivariate Analysis with SPSS, Publisher Agency UNDIP, Semarang.

Kotter, JP and JL Heskett, 1997, Corp orate Culture and Performance, Jakarta: PT. Prenhallindo.

Luthan, F, 1992, Organizational Behavior, Seventh Edition, Mc-Graw-Hill, New York

Luthans, Fred, 1998, Organizational Behavior, Third Edition. The McGraw-Hill Companies Inc., New YorkKossen, Stan, 1983. The Human Aspects of the Organization. Jakarta: Erland. McNeese-Smith, Donna, (1993), "Increasing Employee Productivity, Job Satisfaction and Organizational Commitment," Hospital & Health Services Sdministration, Vol.41: 2, Summer, p: 160-175

Old Marihot Hariandja Efendi, 2002. The Human Resource Management. Jakarta. PT Grasindo.

Robbins, Stephen P., 2003. Organizational Behavior Volume 1 Issue 9. Jakarta: PT Gramedia Group Index.

T. Hani Handoko, 1998. Personnel Management and Human Resources. Jogjakarta: BPFE.

Tierney, Pamela et.al, 1999, "An Examination of Leadership and Employee Creativity: The Relevance of Traits and Realtionships," Personnel Psychology, Vol.52, p. 591-620.

Simamora, Henry, 2004, Human Resources Management, BP STIE YKPN Yogyakarta

Singgih Santoso, 2002, Parametric Statistics, Gramedia Jakarta.

Sudjana, 1996, Statistics For Commerce, Tarsito, Bandung.

Supriyono, RA 2006, "the effect of variable Peratara and Organizational Commitment on Relationship Between Budgeting Participation Age and Performance Manager in Indonesia", Journal of Economics and Business

Susanto, AB., 1997. Corporate Culture: Series Management and Business Competition. First published by Elex Media Komputindo, Jakarta.

Influence of Leadership, Organizational Culture and Commitment to the Effectiveness

ORIGINALITY REPORT INTERNET SOURCES PUBLICATIONS SIMILARITY INDEX STUDENT PAPERS **PRIMARY SOURCES** Submitted to Ventura County Community College District Student Paper jurnal.ugj.ac.id 1 % Internet Source Submitted to Universitas Putera Indonesia YPTK Padang Student Paper vdocuments.mx Internet Source Edwin Sholeh Rahmanullah, Siti Nurjanah. 5 "Influence of Product Quality, Price and Supporting Infrasturcture to Perceived Value and Interest in Buying of Electric Motorcycle", MATEC Web of Conferences, 2018 Publication Submitted to Sim University Student Paper Submitted to Leiden University

Student Paper

www.slideshare.net

Internet Source

Exclude quotes On Exclude matches Off

Exclude bibliography On